January 12, 2015

Inuvialuit Water Board
P.O. Box 2531
Inuvik, NT  X0E 0T0

Attn:  Freda Wilson, Office and Finance Administrator

RE:  INDUSTRIAL Water Use  N7L1-1835
CLASS A – INDUSTRIAL
Inuvik – Tuktoyaktuk Highway – North End

To:  Ms. Wilson,

Please find the enclosed Inspection Report for your review and records.

An electronic copy (un-editable Adobe pdf.) has also been provided by e-mail.

If you have any questions or concerns regarding the enclosed, and/or if additional information is required please contact me at (867) 777-8909.

Regards,

ORIGINAL SIGNED

Donald Arey
Manager Resource Management
Department of Lands
Beaufort Delta Region-Inuvik

Cc:
Conrad Baetz, Superintendent Dept. of Lands, Beaufort Delta Region
Stephen Charlie, Superintendent, Dept. of Environment and Natural Resources
January 12, 2015

An inspection of the above noted operation was conducted on January 07, 2015 by the undersigned and Resource Management Officer II Herbert Allen.

Enclosed is a copy of the Industrial Water Use Inspection Report.

If you have any questions, please contact me at 867 777-8900.

Regards,

Donald Arey
Manager Resource Management
Department of Lands
Beaufort Delta Region

Cc: Conrad Baetz, Superintendent Dept. of Lands, Beaufort Delta Region,
    Stephen Charlie, Superintendent, Depart. of Environment and Natural Resources
## INDUSTRIAL WATER USE INSPECTION REPORT

<table>
<thead>
<tr>
<th>Licence #:</th>
<th>N7L1-1835</th>
<th>Expiry Date:</th>
<th>December 11, 2023</th>
</tr>
</thead>
<tbody>
<tr>
<td>Licencee:</td>
<td>Government of the Northwest Territories - Department of Transportation</td>
<td>Previous Inspection:</td>
<td>January 06, 2015</td>
</tr>
<tr>
<td>Company Rep:</td>
<td>Larry Purcka</td>
<td>Inspection Date:</td>
<td>January 07, 2015</td>
</tr>
</tbody>
</table>

### Waste Disposal – Mining – Other

<table>
<thead>
<tr>
<th></th>
<th>A - Acceptable</th>
<th>U - Unacceptable</th>
<th>N/A - Not Applicable</th>
<th>N/I - Not Inspected</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ore &amp; Waste Rock Stockpiles</td>
<td>N/A</td>
<td>Chemical Storage</td>
<td>N/A</td>
<td></td>
</tr>
<tr>
<td>Ground Water Discharge</td>
<td>N/A</td>
<td>Mine Water Discharge</td>
<td>N/A</td>
<td></td>
</tr>
</tbody>
</table>

**Mining-Other Comments:**

All aspects were satisfactory at source 170 with excavations and hauling in progress - access road to source 174 in progress with no environmental concerns.

### Fuel Storage

<table>
<thead>
<tr>
<th></th>
<th>A - Acceptable</th>
<th>U - Unacceptable</th>
<th>N/A - Not Applicable</th>
<th>N/I - Not Inspected</th>
</tr>
</thead>
<tbody>
<tr>
<td>Owner:</td>
<td>EGT</td>
<td>Operator:</td>
<td>EGT</td>
<td>Condition of tanks:</td>
</tr>
<tr>
<td>Berms &amp; Liners</td>
<td>N/A</td>
<td>Water within Berm:</td>
<td>NIL</td>
<td>Evidence of Leaks:</td>
</tr>
<tr>
<td>Drainage Pipes</td>
<td>N/A</td>
<td>Pump Station and Catchment Berm</td>
<td>A</td>
<td>Runoff Diversion</td>
</tr>
<tr>
<td>Pipeline Condition</td>
<td>N/A</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Fuel Storage Comments:**

No concerns observed with the fuel storage site at the source 170 main camp site.

### General Conditions/Reports/Plans

<table>
<thead>
<tr>
<th></th>
<th>A - Acceptable</th>
<th>U - Unacceptable</th>
<th>N/A - Not Applicable</th>
<th>N/I - Not Inspected</th>
</tr>
</thead>
<tbody>
<tr>
<td>C &amp; R Plan</td>
<td>N/I</td>
<td>Records &amp; Reporting</td>
<td>A</td>
<td>Final Report</td>
</tr>
<tr>
<td>Geotechnical Inspection</td>
<td>N/A</td>
<td>Posting, Signage</td>
<td>N/I</td>
<td>Contingency Plan</td>
</tr>
<tr>
<td>Restorations Activities</td>
<td>N/I</td>
<td>Spills</td>
<td>A</td>
<td>O&amp;M Plan</td>
</tr>
<tr>
<td>Maintenance</td>
<td>A</td>
<td>Modifications</td>
<td>N/A</td>
<td>Annual Report</td>
</tr>
</tbody>
</table>

**General Condition Comments:**

Overall at the time of the inspection all aspects with regards to the W.L. were satisfactory, however it was observed that the drip tray at possibly the water intake trailer (figure 1) had some fluid in it and should be emptied to avoid any contamination to the grounds.

---

Inspector’s Signature: __________________________________________

Date: January 07 2015

Licence #: N7L1-1835

Page No: 1
Figure 3
aerial of source 170

Figure 4
overland access